

## **F - Environmental and Public Protection Cabinet**

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## F - Environmental and Public Protection Cabinet

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Summary Totals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund (Tobacco)	23,982,600	23,982,600		18,692,700	22,692,700	4,000,000	20,496,000	23,496,000	3,000,000
General Fund	81,765,400	81,786,400	21,000	98,598,800	98,248,800	(350,000)	109,547,500	107,692,500	(1,855,000)
Restricted Funds	429,852,100	429,852,100		430,126,400	430,193,300	66,900	424,806,500	424,874,300	67,800
Federal Funds	72,551,500	72,551,500		74,763,800	74,763,800		75,575,500	75,575,500	
<b>Regular Total Funds</b>	<b>608,151,600</b>	<b>608,172,600</b>	<b>21,000</b>	<b>622,181,700</b>	<b>625,898,600</b>	<b>3,716,900</b>	<b>630,425,500</b>	<b>631,638,300</b>	<b>1,212,800</b>
Use of Continuing	8,140,600	8,140,600		44,000	44,000		44,000	44,000	
<b>TOTAL FUNDS</b>	<b>616,292,200</b>	<b>616,313,200</b>	<b>21,000</b>	<b>622,225,700</b>	<b>625,942,600</b>	<b>3,716,900</b>	<b>630,469,500</b>	<b>631,682,300</b>	<b>1,212,800</b>

**II. EXPENDITURE CATEGORY**

Personnel Costs	210,482,500	210,482,500		226,175,200	225,892,100	(283,100)	230,171,800	229,889,600	(282,200)
Operating Expenses	190,835,200	190,856,200	21,000	204,792,600	204,792,600		203,925,100	203,925,100	
Grants, Loans, Benefits	181,713,100	181,713,100		167,684,100	171,684,100	4,000,000	174,545,200	177,545,200	3,000,000
Debt Service	589,000	589,000		589,000	589,000		4,068,000	2,563,000	(1,505,000)
Capital Outlay	21,895,100	21,895,100		10,484,800	10,484,800		5,759,400	5,759,400	
Construction	10,777,300	10,777,300		12,500,000	12,500,000		12,000,000	12,000,000	
<b>TOTAL EXPENDITURES</b>	<b>616,292,200</b>	<b>616,313,200</b>	<b>21,000</b>	<b>622,225,700</b>	<b>625,942,600</b>	<b>3,716,900</b>	<b>630,469,500</b>	<b>631,682,300</b>	<b>1,212,800</b>

**III. BASE LEVEL BUDGET BY FUND SOURCE**

General Fund (Tobacco)	23,982,600	23,982,600		18,692,700	18,692,700		20,496,000	20,496,000	
General Fund	81,765,400	81,765,400		88,462,600	87,962,600	(500,000)	88,766,400	88,266,400	(500,000)
Restricted Funds	429,852,100	429,852,100		414,425,000	414,425,000		411,766,800	411,766,800	
Federal Funds	72,551,500	72,551,500		71,318,900	71,318,900		71,955,300	71,955,300	
<b>Regular Total Funds</b>	<b>608,151,600</b>	<b>608,151,600</b>		<b>592,899,200</b>	<b>592,399,200</b>	<b>(500,000)</b>	<b>592,984,500</b>	<b>592,484,500</b>	<b>(500,000)</b>
Use of Continuing	8,140,600	8,140,600		44,000	44,000		44,000	44,000	
<b>TOTAL BASE LEVEL</b>	<b>616,292,200</b>	<b>616,292,200</b>		<b>592,943,200</b>	<b>592,443,200</b>	<b>(500,000)</b>	<b>593,028,500</b>	<b>592,528,500</b>	<b>(500,000)</b>

**IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE**

General Fund (Tobacco)					4,000,000	4,000,000		3,000,000	3,000,000
General Fund	21,000	21,000		10,136,200	10,286,200	150,000	20,781,100	19,426,100	(1,355,000)
Restricted Funds				15,701,400	15,768,300	66,900	13,039,700	13,107,500	67,800
Federal Funds				3,444,900	3,444,900		3,620,200	3,620,200	
<b>TOTAL ADDITIONAL</b>	<b>21,000</b>	<b>21,000</b>		<b>29,282,500</b>	<b>33,499,400</b>	<b>4,216,900</b>	<b>37,441,000</b>	<b>39,153,800</b>	<b>1,712,800</b>

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Capital Budget

## Summary Totals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. CAPITAL PROJECT RECAP BY FUND SOURCE</b>									
General Fund									
Restricted Funds				6,100,000	6,100,000		5,600,000	5,600,000	
Federal Funds				1,000,000	1,000,000		1,000,000	1,000,000	
Bond Funds				25,000,000	30,000,000	5,000,000			
Investment Income				200,000	200,000		200,000	200,000	
<b>TOTAL CAPITAL</b>				<b>32,300,000</b>	<b>37,300,000</b>	<b>5,000,000</b>	<b>6,800,000</b>	<b>6,800,000</b>	

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	9,396,500	9,396,500		9,252,100	8,752,100	(500,000)	9,041,400	8,775,400	(266,000)
Restricted Funds	5,911,600	5,911,600		6,708,200	6,708,200		7,132,900	7,132,900	
Federal Funds	1,468,600	1,468,600		1,531,900	1,531,900		1,612,700	1,612,700	
<b>Regular Total Funds</b>	<b>16,776,700</b>	<b>16,776,700</b>		<b>17,492,200</b>	<b>16,992,200</b>	<b>(500,000)</b>	<b>17,787,000</b>	<b>17,521,000</b>	<b>(266,000)</b>
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>16,776,700</b>	<b>16,776,700</b>		<b>17,492,200</b>	<b>16,992,200</b>	<b>(500,000)</b>	<b>17,787,000</b>	<b>17,521,000</b>	<b>(266,000)</b>
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	14,825,000	14,825,000		15,582,700	15,082,700	(500,000)	15,879,500	15,379,500	(500,000)
Operating Expenses	1,938,700	1,938,700		1,896,500	1,896,500		1,894,500	1,894,500	
Debt Service								234,000	234,000
Capital Outlay	13,000	13,000		13,000	13,000		13,000	13,000	
<b>TOTAL EXPENDITURES</b>	<b>16,776,700</b>	<b>16,776,700</b>		<b>17,492,200</b>	<b>16,992,200</b>	<b>(500,000)</b>	<b>17,787,000</b>	<b>17,521,000</b>	<b>(266,000)</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	9,396,500	9,396,500		9,252,100	8,752,100	(500,000)	9,041,400	8,541,400	(500,000)
Restricted Funds	5,911,600	5,911,600		6,591,700	6,591,700		7,011,400	7,011,400	
Federal Funds	1,468,600	1,468,600		1,531,900	1,531,900		1,612,700	1,612,700	
<b>Regular Total Funds</b>	<b>16,776,700</b>	<b>16,776,700</b>		<b>17,375,700</b>	<b>16,875,700</b>	<b>(500,000)</b>	<b>17,665,500</b>	<b>17,165,500</b>	<b>(500,000)</b>
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>16,776,700</b>	<b>16,776,700</b>		<b>17,375,700</b>	<b>16,875,700</b>	<b>(500,000)</b>	<b>17,665,500</b>	<b>17,165,500</b>	<b>(500,000)</b>
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund								234,000	234,000
Restricted Funds				116,500	116,500		121,500	121,500	
<b>TOTAL ADDITIONAL</b>				<b>116,500</b>	<b>116,500</b>		<b>121,500</b>	<b>355,500</b>	<b>234,000</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB</b>	<b>General Administration and Support Programs- Legal Services</b>								
ABR5690006	Provide funds for two (2) full-time Staff Attorney positions.								
Restricted Funds				116,500	116,500		121,500	121,500	
<b>Project Total</b>				<b>116,500</b>	<b>116,500</b>		<b>121,500</b>	<b>121,500</b>	
<b>2 GB</b>	<b>General Administration and Program Support Program-KY Heritage Land Conservation Fund</b>								
ABR5690009	Provide 1/2 year debt service for KY Heritage Land Conservation Fund Bond.								
General Fund								234,000	234,000
<b>Project Total</b>								<b>234,000</b>	<b>234,000</b>

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
TOTAL ADDITIONAL				116,500	116,500		121,500	355,500	234,000

**Fiscal Biennium 2006-2008  
Budget Modification Report**

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**General Administration and Program Support**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch with the following changes:

The House reduces General Fund support totaling \$500,000 in fiscal year 2006-2007 and \$500,000 in fiscal year 2007-2008.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

**"Salary Range Increase for Engineering Positions:** Notwithstanding any other provision of law, the Secretary of the Environmental and Public Protection Cabinet may increase the salary range for authorized engineering positions within the Cabinet's air, waste, water, and mining programs as necessary to allow for employment and retention of staff sufficient to timely provide the permitting and compliance determinations under those programs. The salary range and caps may be exceeded only upon a finding by the Secretary that the increases are necessary and the presentation of the new salary range and the justification for that new range to the Interim Joint Committee on Appropriations and Revenue."

**"Kentucky Heritage Land Conservation Fund Debt Service:** Included in the above General Fund appropriation is \$234,000 in fiscal year 2007-2008 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Capital Budget

## General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. CAPITAL PROJECT RECAP BY FUND SOURCE</b>									
Restricted Funds				3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds				1,000,000	1,000,000		1,000,000	1,000,000	
Bond Funds					5,000,000	5,000,000			
Investment Income				200,000	200,000		200,000	200,000	
<b>TOTAL CAPITAL</b>				<b>4,200,000</b>	<b>9,200,000</b>	<b>5,000,000</b>	<b>4,200,000</b>	<b>4,200,000</b>	
<b>II. CAPITAL PROJECTS</b>									
<b>1</b>	<b>Maintenance Pool for Cabinet Owned Facilities</b>								
PRJ5691494									
Investment Income				200,000	200,000		200,000	200,000	
<b>Project Total</b>				<b>200,000</b>	<b>200,000</b>		<b>200,000</b>	<b>200,000</b>	
<b>2</b>	<b>Kentucky Heritage Land Conservation Fund</b>								
PRJ5691493									
Restricted Funds				3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds				1,000,000	1,000,000		1,000,000	1,000,000	
Bond Funds					5,000,000	5,000,000			
<b>Project Total</b>				<b>4,000,000</b>	<b>9,000,000</b>	<b>5,000,000</b>	<b>4,000,000</b>	<b>4,000,000</b>	
<b>TOTAL CAPITAL</b>				<b>4,200,000</b>	<b>9,200,000</b>	<b>5,000,000</b>	<b>4,200,000</b>	<b>4,200,000</b>	

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Environmental Protection

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	23,510,500	23,531,500	21,000	25,611,800	25,611,800		26,118,000	26,118,000	
Restricted Funds	50,377,500	50,377,500		40,610,300	40,610,300		35,159,600	35,159,600	
Federal Funds	17,980,700	17,980,700		19,047,400	19,047,400		19,237,600	19,237,600	
<b>Regular Total Funds</b>	<b>91,868,700</b>	<b>91,889,700</b>	<b>21,000</b>	<b>85,269,500</b>	<b>85,269,500</b>		<b>80,515,200</b>	<b>80,515,200</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>91,868,700</b>	<b>91,889,700</b>	<b>21,000</b>	<b>85,269,500</b>	<b>85,269,500</b>		<b>80,515,200</b>	<b>80,515,200</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	46,541,800	46,541,800		52,803,500	52,803,500		53,058,000	53,058,000	
Operating Expenses	7,536,300	7,557,300	21,000	7,529,600	7,529,600		7,511,200	7,511,200	
Grants, Loans, Benefits	18,153,800	18,153,800		16,300,600	16,300,600		16,307,300	16,307,300	
Capital Outlay	19,104,500	19,104,500		8,135,800	8,135,800		3,638,700	3,638,700	
Construction	532,300	532,300		500,000	500,000				
<b>TOTAL EXPENDITURES</b>	<b>91,868,700</b>	<b>91,889,700</b>	<b>21,000</b>	<b>85,269,500</b>	<b>85,269,500</b>		<b>80,515,200</b>	<b>80,515,200</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	23,510,500	23,510,500		24,740,800	24,740,800		25,218,000	25,218,000	
Restricted Funds	50,377,500	50,377,500		32,639,200	32,639,200		27,653,600	27,653,600	
Federal Funds	17,980,700	17,980,700		17,089,700	17,089,700		17,127,200	17,127,200	
<b>Regular Total Funds</b>	<b>91,868,700</b>	<b>91,868,700</b>		<b>74,469,700</b>	<b>74,469,700</b>		<b>69,998,800</b>	<b>69,998,800</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>91,868,700</b>	<b>91,868,700</b>		<b>74,469,700</b>	<b>74,469,700</b>		<b>69,998,800</b>	<b>69,998,800</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund		21,000	21,000	871,000	871,000		900,000	900,000	
Restricted Funds				7,971,100	7,971,100		7,506,000	7,506,000	
Federal Funds				1,957,700	1,957,700		2,110,400	2,110,400	
<b>TOTAL ADDITIONAL</b>		<b>21,000</b>	<b>21,000</b>	<b>10,799,800</b>	<b>10,799,800</b>		<b>10,516,400</b>	<b>10,516,400</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB</b>	<b>Environmental Protection- Commissioner's Office</b>								
ABR5900001	Provide funds for one (1) full-time position to maintain TEMPO computer system.								
Restricted Funds				59,200	59,200		62,800	62,800	
<b>Project Total</b>				<b>59,200</b>	<b>59,200</b>		<b>62,800</b>	<b>62,800</b>	

**F - Environmental and Public Protection Cabinet****Operating Budget****Environmental Protection**

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>2 GB</b>	<b>Environmental Protection- Division of Water</b>							
ABR5900002	Provide funds for 19 full-time positions necessary to meet federal EPA requirements.							
General Fund			871,000	871,000		900,000	900,000	
Federal Funds			922,000	922,000		1,109,000	1,109,000	
<b>Project Total</b>			<b>1,793,000</b>	<b>1,793,000</b>		<b>2,009,000</b>	<b>2,009,000</b>	
<b>3 GB</b>	<b>Environmental Protection- Air Quality</b>							
ABR5900007	Provide funds for 33 full-time positions necessary to meet federal Clean Air Act requirements.							
Restricted Funds			1,097,000	1,097,000		1,122,300	1,122,300	
Federal Funds			341,800	341,800		343,400	343,400	
<b>Project Total</b>			<b>1,438,800</b>	<b>1,438,800</b>		<b>1,465,700</b>	<b>1,465,700</b>	
<b>4 GB</b>	<b>Environmental Protection- Air Quality</b>							
ABR5900013	Provide funds for one (1) full-time position to expedite the permitting process.							
Restricted Funds			47,000	47,000		48,000	48,000	
<b>Project Total</b>			<b>47,000</b>	<b>47,000</b>		<b>48,000</b>	<b>48,000</b>	
<b>5 EXPAN</b>	<b>Environmental Protection- Division of Water - 404 Program Assumption</b>							
ABR5900003	Provide funds for implementation cost, no personnel.							
Restricted Funds			550,100	550,100				
<b>Project Total</b>			<b>550,100</b>	<b>550,100</b>				
<b>6 EXPAN</b>	<b>Environmental Protection- DWM - Brownfields</b>							
ABR5900010	Provide funds for one (1) full-time Environmental Technologist position.							
Federal Funds			69,300	69,300		72,400	72,400	
<b>Project Total</b>			<b>69,300</b>	<b>69,300</b>		<b>72,400</b>	<b>72,400</b>	
<b>7 EXPAN</b>	<b>Environmental Protection- Division of Water - Capacity Development</b>							
ABR5900005	Provide funds for seven (7) full-time positions.							
Federal Funds			514,500	514,500		475,900	475,900	
<b>Project Total</b>			<b>514,500</b>	<b>514,500</b>		<b>475,900</b>	<b>475,900</b>	
<b>8 EXPAN</b>	<b>Environmental Protection- Division of Water - Water Resource Planning</b>							
ABR5900006	Provide funds for two (2) full-time positions.							
Federal Funds			110,100	110,100		109,700	109,700	
<b>Project Total</b>			<b>110,100</b>	<b>110,100</b>		<b>109,700</b>	<b>109,700</b>	



## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Environmental Protection

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>9 RRF Environmental Protection- DWM - Hazardous Waste Funding</b>								
ABR5900011 Provide Restricted Funds for Hazardous Waste Program.								
Restricted Funds			3,531,100	3,531,100		3,591,200	3,591,200	
<b>Project Total</b>			<b>3,531,100</b>	<b>3,531,100</b>		<b>3,591,200</b>	<b>3,591,200</b>	
<b>10 RRF Environmental Protection- DWM - Waste Tire Funding</b>								
ABR5900012 Provide Restricted Funds for Tire Trust Fund.								
Restricted Funds			2,686,700	2,686,700		2,681,700	2,681,700	
<b>Project Total</b>			<b>2,686,700</b>	<b>2,686,700</b>		<b>2,681,700</b>	<b>2,681,700</b>	
<b>11 CONT Restore funding for Maxey Flats</b>								
ABR5900023 Restore funding for Maxey Flats.								
General Fund	21,000	21,000						
<b>Project Total</b>	<b>21,000</b>	<b>21,000</b>						
<b>TOTAL ADDITIONAL</b>	<b>21,000</b>	<b>21,000</b>	<b>10,799,800</b>	<b>10,799,800</b>		<b>10,516,400</b>	<b>10,516,400</b>	

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**Environmental Protection**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Division of Waste Management Kentucky Pride Trust Fund, Restricted Funds of \$20,006,300 in fiscal year 2006-2007 and \$2,006,300 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

**"404 Permitting Program:** Notwithstanding KRS 224.20-050(4) and 224.20-730, \$550,100 in Restricted Funds shall be transferred in fiscal year 2006-2007 from the Division of Air Quality to the Division of Water to be used for activities relating to the pursuit of state primacy of the Clean Water Act Section 404 Permitting Program. The funds may also be used for the initial operating costs associated with the program."

**"Municipal Solid Waste Landfill Inspectors:** Notwithstanding KRS 224.43-320, no funds are provided in the above appropriations for the assignment of full-time inspectors to each municipal solid waste landfill operating in the Commonwealth."

**"Kentucky Pride Program:** Included in the above Restricted Funds appropriation is \$18,339,300 in fiscal year 2006-2007 and \$13,705,400 in fiscal year 2007-2008 for the Kentucky Pride Program."

**HOUSE REPORT**

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

**"Solid Waste Enforcement Activity:** In accordance with KRS 224.43-505, the Environmental and Public Protection Cabinet shall suspend until July 1, 2008, enforcement activity regarding landfill closure, maintenance, monitoring, and remediation obligations

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**Environmental Protection**

against formerly permitted municipal solid waste disposal and water facilities owned by a city or county that ceases accepting waste prior to July 1, 1992, except as necessary to abate an environmental emergency."

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Capital Budget

## Environmental Protection

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. CAPITAL PROJECT RECAP BY FUND SOURCE</b>									
General Fund									
Restricted Funds				3,100,000	3,100,000		2,600,000	2,600,000	
<b>TOTAL CAPITAL</b>				<b>3,100,000</b>	<b>3,100,000</b>		<b>2,600,000</b>	<b>2,600,000</b>	
<b>II. CAPITAL PROJECTS</b>									
<b>1</b>	<b>DEP Maxey Flats Construct Deep Well Monitoring</b>								
PRJ5901465									
Restricted Funds				500,000	500,000				
<b>Project Total</b>				<b>500,000</b>	<b>500,000</b>				
<b>2</b>	<b>St Funded Leaking Underground Storage Tanks Addl</b>								
PRJ5901463									
Restricted Funds				500,000	500,000		500,000	500,000	
<b>Project Total</b>				<b>500,000</b>	<b>500,000</b>		<b>500,000</b>	<b>500,000</b>	
<b>3</b>	<b>Hazardous Waste Management Fund</b>								
PRJ5901462									
Restricted Funds				2,100,000	2,100,000		2,100,000	2,100,000	
<b>Project Total</b>				<b>2,100,000</b>	<b>2,100,000</b>		<b>2,100,000</b>	<b>2,100,000</b>	
<b>4</b>	<b>Schenkel Lane</b>								
PRJ5901468									
General Fund									
<b>Project Total</b>									
<b>5</b>	<b>Ash Building - Fort Boone Plaza</b>								
PRJ5901469									
General Fund									
<b>Project Total</b>									
<b>TOTAL CAPITAL</b>				<b>3,100,000</b>	<b>3,100,000</b>		<b>2,600,000</b>	<b>2,600,000</b>	

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Natural Resources

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund (Tobacco)	8,370,000	8,370,000		5,000,000	9,000,000	4,000,000	6,000,000	9,000,000	3,000,000
General Fund	13,980,200	13,980,200		14,895,300	14,895,300		14,895,700	14,895,700	
Restricted Funds	6,259,000	6,259,000		5,704,300	5,704,300		5,886,500	5,886,500	
Federal Funds	9,166,300	9,166,300		9,134,100	9,134,100		9,129,400	9,129,400	
<b>Regular Total Funds</b>	<b>37,775,500</b>	<b>37,775,500</b>		<b>34,733,700</b>	<b>38,733,700</b>	<b>4,000,000</b>	<b>35,911,600</b>	<b>38,911,600</b>	<b>3,000,000</b>
Use of Continuing	5,966,900	5,966,900							
<b>TOTAL FUNDS</b>	<b>43,742,400</b>	<b>43,742,400</b>		<b>34,733,700</b>	<b>38,733,700</b>	<b>4,000,000</b>	<b>35,911,600</b>	<b>38,911,600</b>	<b>3,000,000</b>
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	15,072,500	15,072,500		15,733,800	15,733,800		16,097,600	16,097,600	
Operating Expenses	3,685,500	3,685,500		3,760,800	3,760,800		3,755,600	3,755,600	
Grants, Loans, Benefits	23,965,700	23,965,700		14,539,100	18,539,100	4,000,000	15,358,400	18,358,400	3,000,000
Capital Outlay	1,018,700	1,018,700		700,000	700,000		700,000	700,000	
<b>TOTAL EXPENDITURES</b>	<b>43,742,400</b>	<b>43,742,400</b>		<b>34,733,700</b>	<b>38,733,700</b>	<b>4,000,000</b>	<b>35,911,600</b>	<b>38,911,600</b>	<b>3,000,000</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund (Tobacco)	8,370,000	8,370,000		5,000,000	5,000,000		6,000,000	6,000,000	
General Fund	13,980,200	13,980,200		14,895,300	14,895,300		14,895,700	14,895,700	
Restricted Funds	6,259,000	6,259,000		5,494,400	5,494,400		5,666,600	5,666,600	
Federal Funds	9,166,300	9,166,300		9,134,100	9,134,100		9,129,400	9,129,400	
<b>Regular Total Funds</b>	<b>37,775,500</b>	<b>37,775,500</b>		<b>34,523,800</b>	<b>34,523,800</b>		<b>35,691,700</b>	<b>35,691,700</b>	
Use of Continuing	5,966,900	5,966,900							
<b>TOTAL BASE LEVEL</b>	<b>43,742,400</b>	<b>43,742,400</b>		<b>34,523,800</b>	<b>34,523,800</b>		<b>35,691,700</b>	<b>35,691,700</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund (Tobacco)					4,000,000	4,000,000		3,000,000	3,000,000
Restricted Funds				209,900	209,900		219,900	219,900	
<b>TOTAL ADDITIONAL</b>				<b>209,900</b>	<b>4,209,900</b>	<b>4,000,000</b>	<b>219,900</b>	<b>3,219,900</b>	<b>3,000,000</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB</b>	<b>Natural Resources- Office of Technical and Administrative Support</b>								
ABR595C0001	Provide funds for two (2) full-time positions for Strategic Goals Implementation.								
Restricted Funds				209,900	209,900		219,900	219,900	
<b>Project Total</b>				<b>209,900</b>	<b>209,900</b>		<b>219,900</b>	<b>219,900</b>	

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Natural Resources

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>2 CONT Natural Resources - Environmental Stewardship Program</b>								
ABR595C0007 Provide funds to restore funding to Environmental Stewardship Program.								
General Fund (Tobacco)				4,000,000	4,000,000		3,000,000	3,000,000
<b>Project Total</b>				<b>4,000,000</b>	<b>4,000,000</b>		<b>3,000,000</b>	<b>3,000,000</b>
<b>TOTAL ADDITIONAL</b>			<b>209,900</b>	<b>4,209,900</b>	<b>4,000,000</b>	<b>219,900</b>	<b>3,219,900</b>	<b>3,000,000</b>

## TRANSFERS TO THE GENERAL FUND

## Natural Resources

Agency Revenue Fund (KRS 149.280(2) and 149.670)	247,900	247,900
<b>TOTAL</b>	<b>247,900</b>	<b>247,900</b>



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**Natural Resources**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Division of Forestry, Restricted Funds of \$247,900 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

**"Emergency Forest Fire Suppression:** Not less than \$240,000 of the above General Fund appropriation for each fiscal year shall be set aside for emergency forest fire suppression. There is appropriated from the General Fund the necessary funds, subject to the conditions and procedures provided in this Act, which are required as a result of emergency fire suppression activities in excess of \$240,000. Fire suppression costs in excess of \$240,000 annually shall be deemed necessary government expenses and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705)."

**"Tobacco Settlement Funds:** Included in the above General Fund (Tobacco) appropriation is \$5,000,000 in fiscal year 2006-2007 and \$6,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program."

**"Maxey Flats Deep Well Monitoring Project:** Notwithstanding KRS 149.280(2) and 149.670, in fiscal year 2006-2007 the Division of Forestry shall transfer \$500,000 to the Department of Environmental Protection, Division of Maxey Flats for the Deep Well Monitoring System capital project."

The State/Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement includes a language provision that directs:

**"Environmental Stewardship Program:** Included in the above General Fund (Tobacco) appropriation is \$5,000,000 in fiscal year 2006-2007 and \$6,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program."

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**Natural Resources**

**HOUSE REPORT**

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

**"Environmental Stewardship Program:** Included in the above General Fund (Tobacco) appropriation is \$9,000,000 in fiscal year 2006-2007 and \$9,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program. Included in this amount is \$200,000 in fiscal year 2006-2007 to support mapping, dredging and cleanup of Canoe Creek in Henderson County."

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Mine Reclamation and Enforcement

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	9,661,600	9,661,600		10,651,900	10,651,900		10,828,200	10,828,200	
Restricted Funds	4,496,500	4,496,500		3,927,900	3,927,900		3,606,000	3,606,000	
Federal Funds	16,879,500	16,879,500		18,314,400	18,314,400		18,871,500	18,871,500	
Regular Total Funds	31,037,600	31,037,600		32,894,200	32,894,200		33,305,700	33,305,700	
Use of Continuing									
TOTAL FUNDS	31,037,600	31,037,600		32,894,200	32,894,200		33,305,700	33,305,700	
II. EXPENDITURE CATEGORY									
Personnel Costs	24,458,300	24,458,300		26,285,900	26,285,900		26,677,300	26,677,300	
Operating Expenses	3,497,400	3,497,400		3,518,900	3,518,900		3,518,900	3,518,900	
Grants, Loans, Benefits	1,849,400	1,849,400		1,961,900	1,961,900		1,997,000	1,997,000	
Capital Outlay	1,232,500	1,232,500		1,127,500	1,127,500		1,112,500	1,112,500	
TOTAL EXPENDITURES	31,037,600	31,037,600		32,894,200	32,894,200		33,305,700	33,305,700	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	9,661,600	9,661,600		10,057,300	10,057,300		10,173,400	10,173,400	
Restricted Funds	4,496,500	4,496,500		3,813,700	3,813,700		3,535,500	3,535,500	
Federal Funds	16,879,500	16,879,500		16,827,200	16,827,200		17,361,700	17,361,700	
Regular Total Funds	31,037,600	31,037,600		30,698,200	30,698,200		31,070,600	31,070,600	
Use of Continuing									
TOTAL BASE LEVEL	31,037,600	31,037,600		30,698,200	30,698,200		31,070,600	31,070,600	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				594,600	594,600		654,800	654,800	
Restricted Funds				114,200	114,200		70,500	70,500	
Federal Funds				1,487,200	1,487,200		1,509,800	1,509,800	
TOTAL ADDITIONAL				2,196,000	2,196,000		2,235,100	2,235,100	
V. ADDITIONAL BUDGET ITEMS									
1 GB	Mine Reclamation and Enforcement- Abandoned Mine Lands								
ABR595F0003	Provide funds for six (6) full-time positions. One Secretary, one Engineer, one Engineer Tech, and 3 Inspectors.								
Restricted Funds				2,800	2,800		3,000	3,000	
Federal Funds				253,100	253,100		259,400	259,400	
Project Total				255,900	255,900		262,400	262,400	

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Mine Reclamation and Enforcement

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>2 GB</b>	<b>Mine Reclamation and Enforcement- Mine Permits</b>							
ABR595F0001	Provide funds for 13 full-time positions to maintain current permitting level of service with increased mining operations.							
General Fund			320,200	320,200		327,600	327,600	
Federal Funds			848,400	848,400		855,700	855,700	
<b>Project Total</b>			<b>1,168,600</b>	<b>1,168,600</b>		<b>1,183,300</b>	<b>1,183,300</b>	
<b>3 GB</b>	<b>Mine Reclamation and Enforcement- Division of Mine Reclamation and Enforcement</b>							
ABR595F0002	Provide funds for 19 full-time mine inspector positions.							
General Fund			274,400	274,400		327,200	327,200	
Restricted Funds			111,400	111,400		67,500	67,500	
Federal Funds			385,700	385,700		394,700	394,700	
<b>Project Total</b>			<b>771,500</b>	<b>771,500</b>		<b>789,400</b>	<b>789,400</b>	
<b>TOTAL ADDITIONAL</b>			<b>2,196,000</b>	<b>2,196,000</b>		<b>2,235,100</b>	<b>2,235,100</b>	

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**Mine Reclamation and Enforcement**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

**"Return of Permit and Acreage Fees:** Included in the above General Fund appropriation is \$675,000 in each fiscal year for the return of permit and acreage fees under KRS 350.139. Any required expenditure for this purpose in excess of this amount in either fiscal year is appropriated to the department."

**HOUSE REPORT**

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

**"Surface Coal Mining Permits:** The permit block provisions of KRS 350.085(6) shall apply both to surface coal mining and reclamation operations owned or controlled by the applicant, and those operations owning or controlling the applicant. The Environmental and Public Protection Cabinet shall continue in effect the current state administrative regulations regarding ownership and control provided that a due process hearing shall be afforded at the time the Cabinet makes a preliminary determination to impose a permit block.

The Cabinet shall conditionally issue a permit, permit renewal, or authorization to conduct surface coal mining and reclamation operations, if the Cabinet finds that a direct administrative or judicial appeal is presently being pursued, in good faith, to contest the validity of the determination of ownership and control linkage. The Cabinet shall conditionally issue permits where the applicant submits proof, including a settlement agreement, that the violation is being abated to the satisfaction of the issuing state or federal agency. If the initial judicial appeal affirms the ownership or control linkage, the applicant shall have 30 days to submit proof that the violation has been or is in the process of being corrected. Nothing in this section shall preclude the applicant from seeking

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**Mine Reclamation and Enforcement**

further judicial relief. The reporting requirements of KRS 350.060(3) shall not extend to persons at the level above a publicly traded corporation who own or control the applicant.

The Cabinet shall continue in force the current administrative regulations regarding ownership and control, in a manner consistent with this section, until the Ownership and Control Settlement Rule is finalized, at which time the state program administrative regulations shall be revised to maintain consistency with the federal requirements and shall be submitted as a state program amendment for approval by the federal Office of Surface Mining Reclamation and Enforcement."

F - Environmental and Public Protection Cabinet

Capital Budget

Mine Reclamation and Enforcement

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Franklin Co - Lease

PRJ595F0001

General Fund

Project Total

TOTAL CAPITAL

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Abandoned Mine Land Reclamation Projects

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Federal Funds	22,000,000	22,000,000		22,000,000	22,000,000		22,000,000	22,000,000	
<b>Regular Total Funds</b>	<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Grants, Loans, Benefits	12,300,000	12,300,000		10,500,000	10,500,000		10,500,000	10,500,000	
Construction	9,700,000	9,700,000		11,500,000	11,500,000		11,500,000	11,500,000	
<b>TOTAL EXPENDITURES</b>	<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Federal Funds	22,000,000	22,000,000		22,000,000	22,000,000		22,000,000	22,000,000	
<b>Regular Total Funds</b>	<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>		<b>22,000,000</b>	<b>22,000,000</b>	

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**Abandoned Mine Lands Reclamation Projects**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

**"Fund Receipt and Expenditures Estimates:** The above appropriation represents estimates of the funds to be received and expended for this program. If additional funds become available, the funds are appropriated subject to the conditions and procedures provided in this Act."

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Environmental Quality Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	43,000	43,000							
Restricted Funds	99,000	99,000		266,600	266,600		263,800	263,800	
<b>Regular Total Funds</b>	<b>142,000</b>	<b>142,000</b>		<b>266,600</b>	<b>266,600</b>		<b>263,800</b>	<b>263,800</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>142,000</b>	<b>142,000</b>		<b>266,600</b>	<b>266,600</b>		<b>263,800</b>	<b>263,800</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	109,800	109,800		228,300	228,300		231,500	231,500	
Operating Expenses	32,200	32,200		38,300	38,300		32,300	32,300	
<b>TOTAL EXPENDITURES</b>	<b>142,000</b>	<b>142,000</b>		<b>266,600</b>	<b>266,600</b>		<b>263,800</b>	<b>263,800</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	43,000	43,000							
Restricted Funds	99,000	99,000		92,700	92,700		86,800	86,800	
<b>Regular Total Funds</b>	<b>142,000</b>	<b>142,000</b>		<b>92,700</b>	<b>92,700</b>		<b>86,800</b>	<b>86,800</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>142,000</b>	<b>142,000</b>		<b>92,700</b>	<b>92,700</b>		<b>86,800</b>	<b>86,800</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
Restricted Funds				173,900	173,900		177,000	177,000	
<b>TOTAL ADDITIONAL</b>				<b>173,900</b>	<b>173,900</b>		<b>177,000</b>	<b>177,000</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB Environmental Quality Commission</b>									
ABR3500001 Provide funds for two (2) full-time positions of Executive Director and Environmental Tech.									
Restricted Funds				173,900	173,900		177,000	177,000	
<b>Project Total</b>				<b>173,900</b>	<b>173,900</b>		<b>177,000</b>	<b>177,000</b>	
<b>TOTAL ADDITIONAL</b>				<b>173,900</b>	<b>173,900</b>		<b>177,000</b>	<b>177,000</b>	

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**Environmental Quality Commission**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Kentucky Nature Preserves Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	1,007,600	1,007,600		1,091,500	1,241,500	150,000	1,091,500	1,241,500	150,000
Restricted Funds	353,100	353,100		378,900	378,900		402,800	402,800	
Federal Funds	150,400	150,400		55,000	55,000		55,000	55,000	
<b>Regular Total Funds</b>	<b>1,511,100</b>	<b>1,511,100</b>		<b>1,525,400</b>	<b>1,675,400</b>	<b>150,000</b>	<b>1,549,300</b>	<b>1,699,300</b>	<b>150,000</b>
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>1,511,100</b>	<b>1,511,100</b>		<b>1,525,400</b>	<b>1,675,400</b>	<b>150,000</b>	<b>1,549,300</b>	<b>1,699,300</b>	<b>150,000</b>
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	1,211,500	1,211,500		1,249,800	1,399,800	150,000	1,273,700	1,423,700	150,000
Operating Expenses	218,600	218,600		217,300	217,300		217,300	217,300	
Grants, Loans, Benefits	36,000	36,000		32,000	32,000		32,000	32,000	
Capital Outlay				26,300	26,300		26,300	26,300	
Construction	45,000	45,000							
<b>TOTAL EXPENDITURES</b>	<b>1,511,100</b>	<b>1,511,100</b>		<b>1,525,400</b>	<b>1,675,400</b>	<b>150,000</b>	<b>1,549,300</b>	<b>1,699,300</b>	<b>150,000</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	1,007,600	1,007,600		1,091,500	1,091,500		1,091,500	1,091,500	
Restricted Funds	353,100	353,100		378,900	378,900		402,800	402,800	
Federal Funds	150,400	150,400		55,000	55,000		55,000	55,000	
<b>Regular Total Funds</b>	<b>1,511,100</b>	<b>1,511,100</b>		<b>1,525,400</b>	<b>1,525,400</b>		<b>1,549,300</b>	<b>1,549,300</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>1,511,100</b>	<b>1,511,100</b>		<b>1,525,400</b>	<b>1,525,400</b>		<b>1,549,300</b>	<b>1,549,300</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund					150,000	150,000		150,000	150,000
<b>TOTAL ADDITIONAL</b>					<b>150,000</b>	<b>150,000</b>		<b>150,000</b>	<b>150,000</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB Kentucky Nature Preserves Commission</b>									
ABR3750001 Provide funds to support one (1) full-time botanist position.									
General Fund					150,000	150,000		150,000	150,000
<b>Project Total</b>					<b>150,000</b>	<b>150,000</b>		<b>150,000</b>	<b>150,000</b>
<b>TOTAL ADDITIONAL</b>					<b>150,000</b>	<b>150,000</b>		<b>150,000</b>	<b>150,000</b>

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**Kentucky Nature Preserves Commission**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Public Protection Commissioner

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	1,056,600	1,056,600		1,188,700	1,188,700		1,193,400	1,193,400	
<b>Regular Total Funds</b>	<b>1,056,600</b>	<b>1,056,600</b>		<b>1,188,700</b>	<b>1,188,700</b>		<b>1,193,400</b>	<b>1,193,400</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>1,056,600</b>	<b>1,056,600</b>		<b>1,188,700</b>	<b>1,188,700</b>		<b>1,193,400</b>	<b>1,193,400</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	745,900	745,900		811,400	811,400		824,600	824,600	
Operating Expenses	310,700	310,700		342,300	342,300		343,800	343,800	
Capital Outlay				35,000	35,000		25,000	25,000	
<b>TOTAL EXPENDITURES</b>	<b>1,056,600</b>	<b>1,056,600</b>		<b>1,188,700</b>	<b>1,188,700</b>		<b>1,193,400</b>	<b>1,193,400</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	1,056,600	1,056,600		1,188,700	1,188,700		1,193,400	1,193,400	
<b>Regular Total Funds</b>	<b>1,056,600</b>	<b>1,056,600</b>		<b>1,188,700</b>	<b>1,188,700</b>		<b>1,193,400</b>	<b>1,193,400</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>1,056,600</b>	<b>1,056,600</b>		<b>1,188,700</b>	<b>1,188,700</b>		<b>1,193,400</b>	<b>1,193,400</b>	
<b>TRANSFERS TO THE GENERAL FUND</b>									
<b>Public Protection Commissioner</b>									
Agency Revenue Fund	400,000	400,000		175,000	175,000		150,000	150,000	
<b>TOTAL</b>	<b>400,000</b>	<b>400,000</b>		<b>175,000</b>	<b>175,000</b>		<b>150,000</b>	<b>150,000</b>	

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**Public Protection Commissioner**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of the Commissioner, Restricted Funds of \$400,000 in fiscal year 2005-2006, \$175,000 in fiscal year 2006-2007, and \$150,000 in fiscal year 2007-2008.

**HOUSE REPORT**

The House concurs with the Branch.



## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Boxing and Wrestling Authority

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	100,000	100,000		100,000	100,000		100,000	100,000	
<b>Regular Total Funds</b>	<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	62,900	62,900		92,800	92,800		92,800	92,800	
Operating Expenses	37,100	37,100		7,200	7,200		7,200	7,200	
<b>TOTAL EXPENDITURES</b>	<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	100,000	100,000		100,000	100,000		100,000	100,000	
<b>Regular Total Funds</b>	<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>		<b>100,000</b>	<b>100,000</b>	

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**Boxing and Wrestling Authority**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Petroleum Storage Tank Environmental Assurance Fund

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund							3,479,000	1,740,000	(1,739,000)
Restricted Funds	29,069,400	29,069,400		29,164,500	29,164,500		29,277,700	29,277,700	
<b>Regular Total Funds</b>	<b>29,069,400</b>	<b>29,069,400</b>		<b>29,164,500</b>	<b>29,164,500</b>		<b>32,756,700</b>	<b>31,017,700</b>	<b>(1,739,000)</b>
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>29,069,400</b>	<b>29,069,400</b>		<b>29,164,500</b>	<b>29,164,500</b>		<b>32,756,700</b>	<b>31,017,700</b>	<b>(1,739,000)</b>
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	3,215,700	3,215,700		3,317,600	3,317,600		3,430,400	3,430,400	
Operating Expenses	25,353,700	25,353,700		25,346,900	25,346,900		25,347,300	25,347,300	
Debt Service							3,479,000	1,740,000	(1,739,000)
Construction	500,000	500,000		500,000	500,000		500,000	500,000	
<b>TOTAL EXPENDITURES</b>	<b>29,069,400</b>	<b>29,069,400</b>		<b>29,164,500</b>	<b>29,164,500</b>		<b>32,756,700</b>	<b>31,017,700</b>	<b>(1,739,000)</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	29,069,400	29,069,400		29,164,500	29,164,500		29,277,700	29,277,700	
<b>Regular Total Funds</b>	<b>29,069,400</b>	<b>29,069,400</b>		<b>29,164,500</b>	<b>29,164,500</b>		<b>29,277,700</b>	<b>29,277,700</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>29,069,400</b>	<b>29,069,400</b>		<b>29,164,500</b>	<b>29,164,500</b>		<b>29,277,700</b>	<b>29,277,700</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund							3,479,000	1,740,000	(1,739,000)
<b>TOTAL ADDITIONAL</b>							<b>3,479,000</b>	<b>1,740,000</b>	<b>(1,739,000)</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>14 NEW Debt Service</b>									
ABR590P0001 Provide funds to pay debt service for \$25 million bond.									
General Fund							3,479,000	1,740,000	(1,739,000)
<b>Project Total</b>							<b>3,479,000</b>	<b>1,740,000</b>	<b>(1,739,000)</b>
<b>TOTAL ADDITIONAL</b>							<b>3,479,000</b>	<b>1,740,000</b>	<b>(1,739,000)</b>

## TRANSFERS TO THE GENERAL FUND

## Petroleum Storage Tank Environmental Assurance Fund

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Petroleum Storage Tank Environmental Assurance Fund

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>TRANSFERS TO THE GENERAL FUND</b>									
Insurance Administration	626,500	626,500		41,997,300	41,997,300		17,564,100	17,564,100	
Fund									
(KRS 224.60-140, 224.60-145 and 224.60-150)									
<b>TOTAL</b>	<b>626,500</b>	<b>626,500</b>		<b>41,997,300</b>	<b>41,997,300</b>		<b>17,564,100</b>	<b>17,564,100</b>	

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**Petroleum Storage Tank Environmental Assurance Fund**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Petroleum Storage Tank Environmental Assurance Fund, Restricted Funds of \$625,500 in fiscal year 2005-2006, \$41,997,300 in fiscal year 2006-2007, and \$17,564,100 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

**"Debt Service:** Included in the above General Fund appropriation in fiscal year 2007-2008 is \$3,479,000 for debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act. Included in the above Restricted Funds appropriation in fiscal year 2006-2007 is \$25,000,000 for underground storage tank fund payments from new bonds as set forth in Part II, Capital Projects Budget, of this Act."

**"Financial Responsibility Account:** Any Restricted Funds receipts generated by the Petroleum Storage Tank Assurance Fund in fiscal year 2006-2007 in excess of the amounts appropriated above shall be allocated to the Financial Responsibility Account to help ensure that the agency meets its reserve balance requirements in fiscal year 2007-2008."

**HOUSE REPORT**

The House concurs with the Branch.

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Capital Budget

## Petroleum Storage Tank Environmental Assurance Fund

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE								
Bond Funds			25,000,000	25,000,000				
TOTAL CAPITAL			25,000,000	25,000,000				
II. CAPITAL PROJECTS								
1 Petroleum Storage Tank Env Assurance Fund								
PRJ590P0001								
Bond Funds			25,000,000	25,000,000				
Project Total			25,000,000	25,000,000				
TOTAL CAPITAL			25,000,000	25,000,000				

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Alcoholic Beverage Control

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	1,441,400	1,441,400		1,441,400	1,441,400		1,058,600	1,058,600	
Restricted Funds	3,529,300	3,529,300		3,577,800	3,577,800		4,131,600	4,131,600	
<b>Regular Total Funds</b>	<b>4,970,700</b>	<b>4,970,700</b>		<b>5,019,200</b>	<b>5,019,200</b>		<b>5,190,200</b>	<b>5,190,200</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>4,970,700</b>	<b>4,970,700</b>		<b>5,019,200</b>	<b>5,019,200</b>		<b>5,190,200</b>	<b>5,190,200</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	4,195,600	4,195,600		4,196,900	4,196,900		4,281,300	4,281,300	
Operating Expenses	775,100	775,100		822,300	822,300		908,900	908,900	
<b>TOTAL EXPENDITURES</b>	<b>4,970,700</b>	<b>4,970,700</b>		<b>5,019,200</b>	<b>5,019,200</b>		<b>5,190,200</b>	<b>5,190,200</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	1,441,400	1,441,400		1,441,400	1,441,400		1,058,600	1,058,600	
Restricted Funds	3,529,300	3,529,300		3,577,800	3,577,800		4,131,600	4,131,600	
<b>Regular Total Funds</b>	<b>4,970,700</b>	<b>4,970,700</b>		<b>5,019,200</b>	<b>5,019,200</b>		<b>5,190,200</b>	<b>5,190,200</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>4,970,700</b>	<b>4,970,700</b>		<b>5,019,200</b>	<b>5,019,200</b>		<b>5,190,200</b>	<b>5,190,200</b>	
<b>TRANSFERS TO THE GENERAL FUND</b>									
<b>Alcoholic Beverage Control</b>									
Agency Revenue Fund (KRS 243.025)	3,011,700	3,011,700		836,200	836,200		457,600	457,600	
<b>TOTAL</b>	<b>3,011,700</b>	<b>3,011,700</b>		<b>836,200</b>	<b>836,200</b>		<b>457,600</b>	<b>457,600</b>	

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**Alcoholic Beverage Control**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Alcoholic Beverage Control, Restricted Funds of \$3,011,700 in fiscal year 2005-2006, \$836,200 in fiscal year 2006-2007, and \$457,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

**"Sale and Distribution of Tobacco Products Enforcement:** Included in the above General Fund appropriation is \$250,000 in fiscal year 2006-2007 and \$250,000 in fiscal year 2007-2008 to carry out the provisions of KRS 438.337."

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Charitable Gaming

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	2,932,800	2,932,800		3,299,600	3,299,600		3,343,200	3,343,200	
<b>Regular Total Funds</b>	<b>2,932,800</b>	<b>2,932,800</b>		<b>3,299,600</b>	<b>3,299,600</b>		<b>3,343,200</b>	<b>3,343,200</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>2,932,800</b>	<b>2,932,800</b>		<b>3,299,600</b>	<b>3,299,600</b>		<b>3,343,200</b>	<b>3,343,200</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	2,392,500	2,392,500		2,576,700	2,576,700		2,620,300	2,620,300	
Operating Expenses	540,300	540,300		722,900	722,900		722,900	722,900	
<b>TOTAL EXPENDITURES</b>	<b>2,932,800</b>	<b>2,932,800</b>		<b>3,299,600</b>	<b>3,299,600</b>		<b>3,343,200</b>	<b>3,343,200</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	2,932,800	2,932,800		3,299,600	3,299,600		3,343,200	3,343,200	
<b>Regular Total Funds</b>	<b>2,932,800</b>	<b>2,932,800</b>		<b>3,299,600</b>	<b>3,299,600</b>		<b>3,343,200</b>	<b>3,343,200</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>2,932,800</b>	<b>2,932,800</b>		<b>3,299,600</b>	<b>3,299,600</b>		<b>3,343,200</b>	<b>3,343,200</b>	
<b>TRANSFERS TO THE GENERAL FUND</b>									
<b>Charitable Gaming</b>									
Agency Revenue Fund (KRS 238.570(2))	1,100,000	1,100,000							
<b>TOTAL</b>	<b>1,100,000</b>	<b>1,100,000</b>							

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**Charitable Gaming**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Charitable Gaming, Restricted Funds of \$1,100,000 in fiscal year 2005-2006.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Board of Claims/Crime Victims' Compensation

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	848,000	848,000		848,000	848,000		848,000	848,000	
Restricted Funds	2,101,100	2,101,100		2,119,200	2,119,200		1,997,400	1,997,400	
Federal Funds	540,100	540,100		540,100	540,100		540,100	540,100	
<b>Regular Total Funds</b>	<b>3,489,200</b>	<b>3,489,200</b>		<b>3,507,300</b>	<b>3,507,300</b>		<b>3,385,500</b>	<b>3,385,500</b>	
Use of Continuing	(88,000)	(88,000)		44,000	44,000		44,000	44,000	
<b>TOTAL FUNDS</b>	<b>3,401,200</b>	<b>3,401,200</b>		<b>3,551,300</b>	<b>3,551,300</b>		<b>3,429,500</b>	<b>3,429,500</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	1,051,200	1,051,200		1,123,900	1,123,900		1,140,900	1,140,900	
Operating Expenses	2,131,000	2,131,000		2,183,400	2,183,400		2,044,600	2,044,600	
Grants, Loans, Benefits	219,000	219,000		244,000	244,000		244,000	244,000	
<b>TOTAL EXPENDITURES</b>	<b>3,401,200</b>	<b>3,401,200</b>		<b>3,551,300</b>	<b>3,551,300</b>		<b>3,429,500</b>	<b>3,429,500</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	848,000	848,000		848,000	848,000		848,000	848,000	
Restricted Funds	2,101,100	2,101,100		1,987,200	1,987,200		1,997,400	1,997,400	
Federal Funds	540,100	540,100		540,100	540,100		540,100	540,100	
<b>Regular Total Funds</b>	<b>3,489,200</b>	<b>3,489,200</b>		<b>3,375,300</b>	<b>3,375,300</b>		<b>3,385,500</b>	<b>3,385,500</b>	
Use of Continuing	(88,000)	(88,000)		44,000	44,000		44,000	44,000	
<b>TOTAL BASE LEVEL</b>	<b>3,401,200</b>	<b>3,401,200</b>		<b>3,419,300</b>	<b>3,419,300</b>		<b>3,429,500</b>	<b>3,429,500</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
Restricted Funds				132,000	132,000				
<b>TOTAL ADDITIONAL</b>				<b>132,000</b>	<b>132,000</b>				
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 NEW Board of Claims/Crime Victims Compensation</b>									
ABR695R0002 Provide funds to pay for forensic exams for sexual assault victims.									
Restricted Funds				132,000	132,000				
<b>Project Total</b>				<b>132,000</b>	<b>132,000</b>				
<b>TOTAL ADDITIONAL</b>				<b>132,000</b>	<b>132,000</b>				

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**Claims/Crime Victims' Compensation**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

**"Sexual Assault Examinations:** Notwithstanding KRS 216B.400(8), examinations for reported victims of sexual assault shall be paid by the Crime Victims' Compensation Board in a manner consistent with KRS Chapter 346, at a rate determined by the Board. The Board shall reimburse the hospital or sexual assault examination facility as provided in administrative regulations promulgated by the Board."

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Financial Institutions

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	7,568,600	7,568,600		9,223,800	9,223,800		9,342,200	9,342,200	
<b>Regular Total Funds</b>	<b>7,568,600</b>	<b>7,568,600</b>		<b>9,223,800</b>	<b>9,223,800</b>		<b>9,342,200</b>	<b>9,342,200</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>7,568,600</b>	<b>7,568,600</b>		<b>9,223,800</b>	<b>9,223,800</b>		<b>9,342,200</b>	<b>9,342,200</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	5,633,700	5,633,700		6,777,400	6,777,400		6,913,200	6,913,200	
Operating Expenses	1,854,900	1,854,900		2,416,400	2,416,400		2,429,000	2,429,000	
Capital Outlay	80,000	80,000		30,000	30,000				
<b>TOTAL EXPENDITURES</b>	<b>7,568,600</b>	<b>7,568,600</b>		<b>9,223,800</b>	<b>9,223,800</b>		<b>9,342,200</b>	<b>9,342,200</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	7,568,600	7,568,600		8,545,800	8,545,800		8,594,200	8,594,200	
<b>Regular Total Funds</b>	<b>7,568,600</b>	<b>7,568,600</b>		<b>8,545,800</b>	<b>8,545,800</b>		<b>8,594,200</b>	<b>8,594,200</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>7,568,600</b>	<b>7,568,600</b>		<b>8,545,800</b>	<b>8,545,800</b>		<b>8,594,200</b>	<b>8,594,200</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
Restricted Funds				678,000	678,000		748,000	748,000	
<b>TOTAL ADDITIONAL</b>				<b>678,000</b>	<b>678,000</b>		<b>748,000</b>	<b>748,000</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB Financial Institutions- Division of Securities</b>									
ABR695G0004 Provide funds for two (2) full-time positions.									
Restricted Funds				128,000	128,000		148,000	148,000	
<b>Project Total</b>				<b>128,000</b>	<b>128,000</b>		<b>148,000</b>	<b>148,000</b>	
<b>2 EXPAN Financial Institutions- Division of Financial Institutions</b>									
ABR695G0002 Provide funds for ten (10) full-time positions.									
Restricted Funds				550,000	550,000		600,000	600,000	
<b>Project Total</b>				<b>550,000</b>	<b>550,000</b>		<b>600,000</b>	<b>600,000</b>	
<b>TOTAL ADDITIONAL</b>				<b>678,000</b>	<b>678,000</b>		<b>748,000</b>	<b>748,000</b>	

## TRANSFERS TO THE GENERAL FUND

## Financial Institutions

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Financial Institutions

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>TRANSFERS TO THE GENERAL FUND</b>									
Agency Revenue Fund (KRS 287.485)	3,295,100	3,295,100		1,851,300	1,851,300		1,900,900	1,900,900	
<b>TOTAL</b>	<b>3,295,100</b>	<b>3,295,100</b>		<b>1,851,300</b>	<b>1,851,300</b>		<b>1,900,900</b>	<b>1,900,900</b>	



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**Financial Institutions**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes the following language provision:

**"Abandoned Property Held by Financial Institutions:** Notwithstanding KRS 393.060, the dormancy period for property held or owing by a banking or financial institution, other than traveler's checks, shall be three years rather than seven years."

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Financial Institutions, Restricted Funds of \$3,295,100 in fiscal year 2005-2006, \$1,851,300 in fiscal year 2006-2007, and \$1,900,900 in fiscal year 2007-2008.

**HOUSE REPORT**

The House concurs with the Branch.

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Horse Racing Authority

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	509,700	509,700		509,700	509,700		509,700	509,700	
Restricted Funds	28,504,800	28,504,800		27,934,800	27,934,800		27,778,100	27,778,100	
<b>Regular Total Funds</b>	<b>29,014,500</b>	<b>29,014,500</b>		<b>28,444,500</b>	<b>28,444,500</b>		<b>28,287,800</b>	<b>28,287,800</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>29,014,500</b>	<b>29,014,500</b>		<b>28,444,500</b>	<b>28,444,500</b>		<b>28,287,800</b>	<b>28,287,800</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	2,419,200	2,419,200		2,221,700	2,221,700		2,086,700	2,086,700	
Operating Expenses	1,622,100	1,622,100		1,537,300	1,537,300		1,515,600	1,515,600	
Grants, Loans, Benefits	24,973,200	24,973,200		24,685,500	24,685,500		24,685,500	24,685,500	
<b>TOTAL EXPENDITURES</b>	<b>29,014,500</b>	<b>29,014,500</b>		<b>28,444,500</b>	<b>28,444,500</b>		<b>28,287,800</b>	<b>28,287,800</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	509,700	509,700		509,700	509,700		509,700	509,700	
Restricted Funds	28,504,800	28,504,800		27,934,800	27,934,800		27,778,100	27,778,100	
<b>Regular Total Funds</b>	<b>29,014,500</b>	<b>29,014,500</b>		<b>28,444,500</b>	<b>28,444,500</b>		<b>28,287,800</b>	<b>28,287,800</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>29,014,500</b>	<b>29,014,500</b>		<b>28,444,500</b>	<b>28,444,500</b>		<b>28,287,800</b>	<b>28,287,800</b>	

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**Horse Racing Authority**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Housing, Buildings and Construction

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	2,380,900	2,380,900		2,524,200	2,524,200		2,524,200	2,524,200	
Restricted Funds	13,134,300	13,134,300		15,867,900	15,867,900		16,158,900	16,158,900	
Federal Funds	6,000	6,000							
<b>Regular Total Funds</b>	<b>15,521,200</b>	<b>15,521,200</b>		<b>18,392,100</b>	<b>18,392,100</b>		<b>18,683,100</b>	<b>18,683,100</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>15,521,200</b>	<b>15,521,200</b>		<b>18,392,100</b>	<b>18,392,100</b>		<b>18,683,100</b>	<b>18,683,100</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	12,470,500	12,470,500		15,236,600	15,236,600		15,525,300	15,525,300	
Operating Expenses	3,050,700	3,050,700		3,155,500	3,155,500		3,157,800	3,157,800	
<b>TOTAL EXPENDITURES</b>	<b>15,521,200</b>	<b>15,521,200</b>		<b>18,392,100</b>	<b>18,392,100</b>		<b>18,683,100</b>	<b>18,683,100</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	2,380,900	2,380,900		1,402,300	1,402,300		1,374,900	1,374,900	
Restricted Funds	13,134,300	13,134,300		13,297,600	13,297,600		13,581,000	13,581,000	
Federal Funds	6,000	6,000							
<b>Regular Total Funds</b>	<b>15,521,200</b>	<b>15,521,200</b>		<b>14,699,900</b>	<b>14,699,900</b>		<b>14,955,900</b>	<b>14,955,900</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>15,521,200</b>	<b>15,521,200</b>		<b>14,699,900</b>	<b>14,699,900</b>		<b>14,955,900</b>	<b>14,955,900</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund				1,121,900	1,121,900		1,149,300	1,149,300	
Restricted Funds				2,570,300	2,570,300		2,577,900	2,577,900	
<b>TOTAL ADDITIONAL</b>				<b>3,692,200</b>	<b>3,692,200</b>		<b>3,727,200</b>	<b>3,727,200</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB Housing Buildings and Construction- Fire Prevention</b>									
ABR695P0002 Provide funds for twenty-six (26) full-time positions.									
General Fund				1,121,900	1,121,900		1,149,300	1,149,300	
Restricted Funds				170,500	170,500		181,600	181,600	
<b>Project Total</b>				<b>1,292,400</b>	<b>1,292,400</b>		<b>1,330,900</b>	<b>1,330,900</b>	
<b>2 GB Housing Buildings and Construction- Plumbing</b>									
ABR695P0003 Provide funds for twenty-five (25) full-time positions to reduce plumbing inspection backlog.									
Restricted Funds				1,702,600	1,702,600		1,707,600	1,707,600	
<b>Project Total</b>				<b>1,702,600</b>	<b>1,702,600</b>		<b>1,707,600</b>	<b>1,707,600</b>	

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Housing, Buildings and Construction

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>3 GB</b>	<b>Housing Buildings and Construction- Building Codes Enforcement</b>							
ABR695P0005	Provide funds for nine (9) full-time positions to reduce the time needed to issue building permits.							
Restricted Funds			506,800	506,800		499,900	499,900	
<b>Project Total</b>			<b>506,800</b>	<b>506,800</b>		<b>499,900</b>	<b>499,900</b>	
<b>4 GB</b>	<b>Housing Buildings and Construction- HVAC</b>							
ABR695P0004	Provide funds for three (3) full-time HVAC inspector positions.							
Restricted Funds			190,400	190,400		188,800	188,800	
<b>Project Total</b>			<b>190,400</b>	<b>190,400</b>		<b>188,800</b>	<b>188,800</b>	
<b>TOTAL ADDITIONAL</b>			<b>3,692,200</b>	<b>3,692,200</b>		<b>3,727,200</b>	<b>3,727,200</b>	

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**Housing, Buildings and Construction**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

**"Funding Flexibility:** Notwithstanding KRS 198B.090, 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend Restricted Funds for programs administered by the Office."

**HOUSE REPORT**

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to delete the following language provision:

**"Funding Flexibility:** Notwithstanding KRS 198B.090, 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend Restricted Funds for programs administered by the Office."

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F - Environmental and Public Protection Cabinet

Capital Budget

Housing, Buildings and Construction

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1101 Sea Hero Road Suite 100

PRJ695P1496

General Fund

Project Total

TOTAL CAPITAL

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Insurance

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund (Tobacco)	15,612,600	15,612,600		13,692,700	13,692,700		14,496,000	14,496,000	
General Fund				6,500,000	6,500,000		13,500,000	13,500,000	
Restricted Funds	21,883,600	21,883,600		22,043,800	22,110,700	66,900	22,250,200	22,318,000	67,800
<b>Regular Total Funds</b>	<b>37,496,200</b>	<b>37,496,200</b>		<b>42,236,500</b>	<b>42,303,400</b>	<b>66,900</b>	<b>50,246,200</b>	<b>50,314,000</b>	<b>67,800</b>
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>37,496,200</b>	<b>37,496,200</b>		<b>42,236,500</b>	<b>42,303,400</b>	<b>66,900</b>	<b>50,246,200</b>	<b>50,314,000</b>	<b>67,800</b>
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	33,817,700	33,817,700		32,013,600	32,080,500	66,900	32,985,200	33,053,000	67,800
Operating Expenses	3,678,500	3,678,500		3,722,900	3,722,900		3,761,000	3,761,000	
Grants, Loans, Benefits				6,500,000	6,500,000		13,500,000	13,500,000	
<b>TOTAL EXPENDITURES</b>	<b>37,496,200</b>	<b>37,496,200</b>		<b>42,236,500</b>	<b>42,303,400</b>	<b>66,900</b>	<b>50,246,200</b>	<b>50,314,000</b>	<b>67,800</b>
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund (Tobacco)	15,612,600	15,612,600		13,692,700	13,692,700		14,496,000	14,496,000	
Restricted Funds	21,883,600	21,883,600		22,043,800	22,043,800		22,250,200	22,250,200	
<b>Regular Total Funds</b>	<b>37,496,200</b>	<b>37,496,200</b>		<b>35,736,500</b>	<b>35,736,500</b>		<b>36,746,200</b>	<b>36,746,200</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>37,496,200</b>	<b>37,496,200</b>		<b>35,736,500</b>	<b>35,736,500</b>		<b>36,746,200</b>	<b>36,746,200</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund				6,500,000	6,500,000		13,500,000	13,500,000	
Restricted Funds					66,900	66,900		67,800	67,800
<b>TOTAL ADDITIONAL</b>				<b>6,500,000</b>	<b>6,566,900</b>	<b>66,900</b>	<b>13,500,000</b>	<b>13,567,800</b>	<b>67,800</b>
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 NEW Insurance - Small Business Health Insurance Subsidy Program</b>									
ABR695D0012	Provide funds to support the expenditures of the Small Business Health Insurance Subsidy Program.								
General Fund				6,500,000	6,500,000		13,500,000	13,500,000	
<b>Project Total</b>				<b>6,500,000</b>	<b>6,500,000</b>		<b>13,500,000</b>	<b>13,500,000</b>	
<b>2 EXPAN Insurance - Division of Financial Standards and Examination</b>									
ABR695D0006	Provide funds to fill one position in the Captive Insurance Program.								
Restricted Funds					66,900	66,900		67,800	67,800
<b>Project Total</b>					<b>66,900</b>	<b>66,900</b>		<b>67,800</b>	<b>67,800</b>

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Insurance

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>TOTAL ADDITIONAL</b>				<b>6,500,000</b>	<b>6,566,900</b>	<b>66,900</b>	<b>13,500,000</b>	<b>13,567,800</b>	<b>67,800</b>

**TRANSFERS TO THE GENERAL FUND****Insurance**

Agency Revenue Fund (KRS 304.2-300, 304.2-400 and 304.2-440)	8,659,700	8,659,700		9,000,000	9,000,000		10,750,000	10,750,000	
<b>TOTAL</b>	<b>8,659,700</b>	<b>8,659,700</b>		<b>9,000,000</b>	<b>9,000,000</b>		<b>10,750,000</b>	<b>10,750,000</b>	

**Fiscal Biennium 2006-2008  
Budget Modification Report**

03/06/06 2:47 AM

**Insurance**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Insurance, Restricted Funds of \$8,659,700 in fiscal year 2005-2006, \$9,000,000 in fiscal year 2006-2007, and \$10,750,000 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

**"Tobacco Settlement Funds:** Included in the above General Fund (Tobacco) appropriation is \$13,692,700 in fiscal year 2006-2007 and \$14,496,000 in fiscal year 2007-2008 for the Kentucky Access Program."

**"Kentucky Access:** Notwithstanding KRS 304.17B-021, during the 2006-2008 biennium, the Secretary of the Environmental and Public Protection Cabinet may seek authorization from the State Budget Director to reallocate excess unbudgeted operating funds generated by the Office of Insurance to Kentucky Access. Any such funding reallocations that are approved by the State Budget Director shall be reported to the Interim Joint Committee on Appropriations and Revenue consistent with the provisions of this Act."

**"Small Business Health Insurance:** Included in the above General Fund appropriation is \$6,500,000 in fiscal year 2006-2007 and \$13,500,000 in fiscal year 2007-2008 to fund the Small Business Health Insurance Subsidy Program."

The State/Executive Branch Budget Bill, Part X, Phase 1 Tobacco Settlement, includes a language provision that directs:

**"Kentucky Access Program:** Included in the above General Fund (Tobacco) appropriation is \$13,692,700 in fiscal year 2006-2007 and \$14,496,000 in fiscal year 2007-2008 for the Kentucky Access Program."

**HOUSE REPORT**

The House concurs with the Branch with the following change:

**Fiscal Biennium 2006-2008  
Budget Modification Report**

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**Insurance**

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

**"Additional Personnel:** Included in the above Restricted Funds appropriation is \$66,900 in fiscal year 2006-2007 and \$67,800 in fiscal year 2007-2008 to fill one position in the Captive Insurance Program."

F - Environmental and Public Protection Cabinet

Capital Budget

Insurance

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Franklin County - Lease

PRJ695D0001

General Fund

Project Total

TOTAL CAPITAL

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Mine Safety Review Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	198,500	198,500		200,700	200,700		202,400	202,400	
<b>Regular Total Funds</b>	<b>198,500</b>	<b>198,500</b>		<b>200,700</b>	<b>200,700</b>		<b>202,400</b>	<b>202,400</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>198,500</b>	<b>198,500</b>		<b>200,700</b>	<b>200,700</b>		<b>202,400</b>	<b>202,400</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	171,700	171,700		173,400	173,400		175,100	175,100	
Operating Expenses	26,800	26,800		27,300	27,300		27,300	27,300	
<b>TOTAL EXPENDITURES</b>	<b>198,500</b>	<b>198,500</b>		<b>200,700</b>	<b>200,700</b>		<b>202,400</b>	<b>202,400</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	198,500	198,500		200,700	200,700		202,400	202,400	
<b>Regular Total Funds</b>	<b>198,500</b>	<b>198,500</b>		<b>200,700</b>	<b>200,700</b>		<b>202,400</b>	<b>202,400</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>198,500</b>	<b>198,500</b>		<b>200,700</b>	<b>200,700</b>		<b>202,400</b>	<b>202,400</b>	

**Fiscal Biennium 2006-2008  
Budget Modification Report**

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**Mine Safety Review Commission**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Mine Safety and Licensing

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	9,460,200	9,460,200		9,522,600	9,522,600		9,522,600	9,522,600	
Restricted Funds	261,000	261,000		1,437,200	1,437,200		1,635,900	1,635,900	
Federal Funds	980,500	980,500		581,100	581,100		581,100	581,100	
<b>Regular Total Funds</b>	<b>10,701,700</b>	<b>10,701,700</b>		<b>11,540,900</b>	<b>11,540,900</b>		<b>11,739,600</b>	<b>11,739,600</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>10,701,700</b>	<b>10,701,700</b>		<b>11,540,900</b>	<b>11,540,900</b>		<b>11,739,600</b>	<b>11,739,600</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	8,836,600	8,836,600		9,408,400	9,408,400		9,605,500	9,605,500	
Operating Expenses	1,805,100	1,805,100		2,069,500	2,069,500		2,069,500	2,069,500	
Capital Outlay	60,000	60,000		63,000	63,000		64,600	64,600	
<b>TOTAL EXPENDITURES</b>	<b>10,701,700</b>	<b>10,701,700</b>		<b>11,540,900</b>	<b>11,540,900</b>		<b>11,739,600</b>	<b>11,739,600</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	9,460,200	9,460,200		9,099,700	9,099,700		9,087,300	9,087,300	
Restricted Funds	261,000	261,000		1,437,200	1,437,200		1,635,900	1,635,900	
Federal Funds	980,500	980,500		581,100	581,100		581,100	581,100	
<b>Regular Total Funds</b>	<b>10,701,700</b>	<b>10,701,700</b>		<b>11,118,000</b>	<b>11,118,000</b>		<b>11,304,300</b>	<b>11,304,300</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>10,701,700</b>	<b>10,701,700</b>		<b>11,118,000</b>	<b>11,118,000</b>		<b>11,304,300</b>	<b>11,304,300</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund				422,900	422,900		435,300	435,300	
<b>TOTAL ADDITIONAL</b>				<b>422,900</b>	<b>422,900</b>		<b>435,300</b>	<b>435,300</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB Mine Safety and Licensing - Office of Safety Inspection and Licensing</b>									
ABR595E0003 Provide funds to fill five inspection positions.									
General Fund				235,100	235,100		241,100	241,100	
<b>Project Total</b>				<b>235,100</b>	<b>235,100</b>		<b>241,100</b>	<b>241,100</b>	
<b>2 GB Mine Safety and Licensing - Office of Safety Analysis, Training and Certification</b>									
ABR595E0001 Provide funds to fill four safety analysis positions and purchase two vehicles.									
General Fund				187,800	187,800		194,200	194,200	
<b>Project Total</b>				<b>187,800</b>	<b>187,800</b>		<b>194,200</b>	<b>194,200</b>	

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Mine Safety and Licensing

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
TOTAL ADDITIONAL				422,900	422,900		435,300	435,300	

**Fiscal Biennium 2006-2008  
Budget Modification Report**

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**Mine Safety and Licensing**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

**"Coal Workers' Pneumoconiosis Fund:** Included in the above Restricted Funds appropriation is \$952,000 in fiscal year 2006-2007 and \$952,000 in fiscal year 2007-2008 to support compliance, education, and training programs from the Coal Workers' Pneumoconiosis Fund."

**HOUSE REPORT**

The House concurs with the Branch.

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Public Service Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	6,295,600	6,295,600		12,624,800	12,624,800		13,006,000	13,006,000	
Restricted Funds	1,024,000	1,024,000		850,000	850,000		850,000	850,000	
Federal Funds	206,700	206,700		216,000	216,000		218,300	218,300	
<b>Regular Total Funds</b>	<b>7,526,300</b>	<b>7,526,300</b>		<b>13,690,800</b>	<b>13,690,800</b>		<b>14,074,300</b>	<b>14,074,300</b>	
Use of Continuing	2,261,700	2,261,700							
<b>TOTAL FUNDS</b>	<b>9,788,000</b>	<b>9,788,000</b>		<b>13,690,800</b>	<b>13,690,800</b>		<b>14,074,300</b>	<b>14,074,300</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	8,040,000	8,040,000		9,869,400	9,869,400		10,128,700	10,128,700	
Operating Expenses	1,090,800	1,090,800		3,177,200	3,177,200		3,319,800	3,319,800	
Debt Service	589,000	589,000		589,000	589,000		589,000	589,000	
Capital Outlay	68,200	68,200		55,200	55,200		36,800	36,800	
<b>TOTAL EXPENDITURES</b>	<b>9,788,000</b>	<b>9,788,000</b>		<b>13,690,800</b>	<b>13,690,800</b>		<b>14,074,300</b>	<b>14,074,300</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	6,295,600	6,295,600		11,999,000	11,999,000		12,343,300	12,343,300	
Restricted Funds	1,024,000	1,024,000		850,000	850,000		850,000	850,000	
Federal Funds	206,700	206,700		216,000	216,000		218,300	218,300	
<b>Regular Total Funds</b>	<b>7,526,300</b>	<b>7,526,300</b>		<b>13,065,000</b>	<b>13,065,000</b>		<b>13,411,600</b>	<b>13,411,600</b>	
Use of Continuing	2,261,700	2,261,700							
<b>TOTAL BASE LEVEL</b>	<b>9,788,000</b>	<b>9,788,000</b>		<b>13,065,000</b>	<b>13,065,000</b>		<b>13,411,600</b>	<b>13,411,600</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
General Fund				625,800	625,800		662,700	662,700	
<b>TOTAL ADDITIONAL</b>				<b>625,800</b>	<b>625,800</b>		<b>662,700</b>	<b>662,700</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB</b>	<b>Public Service Commission - Division of Financial Analysis</b>								
ABR695F0002	Provide funds to fill two positions.								
General Fund				113,300	113,300		120,200	120,200	
<b>Project Total</b>				<b>113,300</b>	<b>113,300</b>		<b>120,200</b>	<b>120,200</b>	
<b>2 GB</b>	<b>Public Service Commission - Commission Operations</b>								
ABR695F0001	Provide funds to fill seven positions.								
General Fund				512,500	512,500		542,500	542,500	
<b>Project Total</b>				<b>512,500</b>	<b>512,500</b>		<b>542,500</b>	<b>542,500</b>	

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Public Service Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
TOTAL ADDITIONAL				625,800	625,800		662,700	662,700	



**Fiscal Biennium 2006-2008  
Budget Modification Report**

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**Public Service Commission**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

**"Debt Service:** Included in the above General Fund appropriation is \$589,000 in fiscal year 2006-2007 and \$589,000 in fiscal year 2007-2008 for debt service for previously issued bonds."

**"Lapse of General Fund Appropriation Balance:** Notwithstanding KRS 278.150(3), \$5,273,000 in fiscal year 2005-2006 shall lapse to the credit of the General Fund."

**HOUSE REPORT**

The House concurs with the Branch with the following changes:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Notwithstanding KRS 278.150(3), \$1,000,000 in fiscal year 2006-2007 and \$1,000,000 in fiscal year 2007-2008 shall lapse to the credit of the General Fund."

**"Water Districts and Water Associations:** A water district created pursuant to KRS Chapter 74 and a water association created pursuant to KRS Chapter 273 that undertakes a waterline extension or improvement project shall not be required to obtain a certificate of public convenience and necessity pursuant to KRS 278.020(1) if the water district or water association is a Class A or B utility as defined in the Uniform System of Accounts established by the Public Service Commission, pursuant to KRS 278.220, as the system of accounts prescribed for utilities in Kentucky, and either: (a) The water line extension or improvement project will not cost in excess of \$500,000; or (b) The water district or water association will not, as a result of the water line extension or improvement project, incur

**Fiscal Biennium 2006-2008**  
**Budget Modification Report**

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**Public Service Commission**

obligations requiring Public Service Commission approval pursuant to KRS 278.300. In either case, the water district or water association shall not, as a result of the water line extension or improvement project, increase rates to its customers."

**"Kentucky Broadband Task Force Report:** The Kentucky Broadband Task Force shall examine the deployment of broadband, as defined in KRS 278.5461, in the Commonwealth and provide to the Legislative Research Commission and to the Governor, a final report to be submitted no later than November 15, 2006."

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Tax Appeals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	429,500	429,500		471,400	471,400		465,400	465,400	
<b>Regular Total Funds</b>	<b>429,500</b>	<b>429,500</b>		<b>471,400</b>	<b>471,400</b>		<b>465,400</b>	<b>465,400</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>429,500</b>	<b>429,500</b>		<b>471,400</b>	<b>471,400</b>		<b>465,400</b>	<b>465,400</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	380,900	380,900		422,800	422,800		416,800	416,800	
Operating Expenses	48,600	48,600		48,600	48,600		48,600	48,600	
<b>TOTAL EXPENDITURES</b>	<b>429,500</b>	<b>429,500</b>		<b>471,400</b>	<b>471,400</b>		<b>465,400</b>	<b>465,400</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	429,500	429,500		471,400	471,400		465,400	465,400	
<b>Regular Total Funds</b>	<b>429,500</b>	<b>429,500</b>		<b>471,400</b>	<b>471,400</b>		<b>465,400</b>	<b>465,400</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>429,500</b>	<b>429,500</b>		<b>471,400</b>	<b>471,400</b>		<b>465,400</b>	<b>465,400</b>	

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**Tax Appeals**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Labor

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
General Fund	2,602,200	2,602,200		2,453,400	2,453,400		2,456,800	2,456,800	
Restricted Funds	122,470,000	122,470,000		116,986,200	116,986,200		117,654,300	117,654,300	
Federal Funds	3,172,700	3,172,700		3,343,800	3,343,800		3,329,800	3,329,800	
<b>Regular Total Funds</b>	<b>128,244,900</b>	<b>128,244,900</b>		<b>122,783,400</b>	<b>122,783,400</b>		<b>123,440,900</b>	<b>123,440,900</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>128,244,900</b>	<b>128,244,900</b>		<b>122,783,400</b>	<b>122,783,400</b>		<b>123,440,900</b>	<b>123,440,900</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	22,115,400	22,115,400		23,456,500	23,456,500		23,997,200	23,997,200	
Operating Expenses	5,595,300	5,595,300		6,106,900	6,106,900		7,380,200	7,380,200	
Grants, Loans, Benefits	100,216,000	100,216,000		92,921,000	92,921,000		91,921,000	91,921,000	
Capital Outlay	318,200	318,200		299,000	299,000		142,500	142,500	
<b>TOTAL EXPENDITURES</b>	<b>128,244,900</b>	<b>128,244,900</b>		<b>122,783,400</b>	<b>122,783,400</b>		<b>123,440,900</b>	<b>123,440,900</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
General Fund	2,602,200	2,602,200		2,453,400	2,453,400		2,456,800	2,456,800	
Restricted Funds	122,470,000	122,470,000		116,986,200	116,986,200		117,654,300	117,654,300	
Federal Funds	3,172,700	3,172,700		3,343,800	3,343,800		3,329,800	3,329,800	
<b>Regular Total Funds</b>	<b>128,244,900</b>	<b>128,244,900</b>		<b>122,783,400</b>	<b>122,783,400</b>		<b>123,440,900</b>	<b>123,440,900</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>128,244,900</b>	<b>128,244,900</b>		<b>122,783,400</b>	<b>122,783,400</b>		<b>123,440,900</b>	<b>123,440,900</b>	

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**Labor**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

F - Environmental and Public Protection Cabinet

Capital Budget

Labor

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Franklin County - Lease #1

PRJ9200002

General Fund

Project Total

TOTAL CAPITAL

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## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Occupational Safety and Health Review Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	560,500	560,500		500,600	500,600		510,900	510,900	
<b>Regular Total Funds</b>	<b>560,500</b>	<b>560,500</b>		<b>500,600</b>	<b>500,600</b>		<b>510,900</b>	<b>510,900</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>560,500</b>	<b>560,500</b>		<b>500,600</b>	<b>500,600</b>		<b>510,900</b>	<b>510,900</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	508,700	508,700		438,500	438,500		444,300	444,300	
Operating Expenses	51,800	51,800		62,100	62,100		66,600	66,600	
<b>TOTAL EXPENDITURES</b>	<b>560,500</b>	<b>560,500</b>		<b>500,600</b>	<b>500,600</b>		<b>510,900</b>	<b>510,900</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	560,500	560,500		500,600	500,600		510,900	510,900	
<b>Regular Total Funds</b>	<b>560,500</b>	<b>560,500</b>		<b>500,600</b>	<b>500,600</b>		<b>510,900</b>	<b>510,900</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>560,500</b>	<b>560,500</b>		<b>500,600</b>	<b>500,600</b>		<b>510,900</b>	<b>510,900</b>	

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**KY Occupational Safety and Health Review Comm.**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Workers' Compensation Board

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	922,200	922,200		937,900	937,900		949,500	949,500	
<b>Regular Total Funds</b>	<b>922,200</b>	<b>922,200</b>		<b>937,900</b>	<b>937,900</b>		<b>949,500</b>	<b>949,500</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>922,200</b>	<b>922,200</b>		<b>937,900</b>	<b>937,900</b>		<b>949,500</b>	<b>949,500</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	793,500	793,500		822,500	822,500		834,800	834,800	
Operating Expenses	128,700	128,700		115,400	115,400		114,700	114,700	
<b>TOTAL EXPENDITURES</b>	<b>922,200</b>	<b>922,200</b>		<b>937,900</b>	<b>937,900</b>		<b>949,500</b>	<b>949,500</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	922,200	922,200		937,900	937,900		949,500	949,500	
<b>Regular Total Funds</b>	<b>922,200</b>	<b>922,200</b>		<b>937,900</b>	<b>937,900</b>		<b>949,500</b>	<b>949,500</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>922,200</b>	<b>922,200</b>		<b>937,900</b>	<b>937,900</b>		<b>949,500</b>	<b>949,500</b>	

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**Workers' Compensation Board**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Workers' Compensation Funding Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>I. APPROPRIATIONS SUMMARY BY FUND SOURCE</b>									
Restricted Funds	127,237,200	127,237,200		137,298,200	137,298,200		135,181,600	135,181,600	
<b>Regular Total Funds</b>	<b>127,237,200</b>	<b>127,237,200</b>		<b>137,298,200</b>	<b>137,298,200</b>		<b>135,181,600</b>	<b>135,181,600</b>	
Use of Continuing									
<b>TOTAL FUNDS</b>	<b>127,237,200</b>	<b>127,237,200</b>		<b>137,298,200</b>	<b>137,298,200</b>		<b>135,181,600</b>	<b>135,181,600</b>	
<b>II. EXPENDITURE CATEGORY</b>									
Personnel Costs	1,411,900	1,411,900		1,331,100	1,331,100		1,451,100	1,451,100	
Operating Expenses	125,825,300	125,825,300		135,967,100	135,967,100		133,730,500	133,730,500	
<b>TOTAL EXPENDITURES</b>	<b>127,237,200</b>	<b>127,237,200</b>		<b>137,298,200</b>	<b>137,298,200</b>		<b>135,181,600</b>	<b>135,181,600</b>	
<b>III. BASE LEVEL BUDGET BY FUND SOURCE</b>									
Restricted Funds	127,237,200	127,237,200		133,562,700	133,562,700		133,562,700	133,562,700	
<b>Regular Total Funds</b>	<b>127,237,200</b>	<b>127,237,200</b>		<b>133,562,700</b>	<b>133,562,700</b>		<b>133,562,700</b>	<b>133,562,700</b>	
Use of Continuing									
<b>TOTAL BASE LEVEL</b>	<b>127,237,200</b>	<b>127,237,200</b>		<b>133,562,700</b>	<b>133,562,700</b>		<b>133,562,700</b>	<b>133,562,700</b>	
<b>IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE</b>									
Restricted Funds				3,735,500	3,735,500		1,618,900	1,618,900	
<b>TOTAL ADDITIONAL</b>				<b>3,735,500</b>	<b>3,735,500</b>		<b>1,618,900</b>	<b>1,618,900</b>	
<b>V. ADDITIONAL BUDGET ITEMS</b>									
<b>1 GB Workers Compensation Funding Commission</b>									
ABR9300001 Provide funds for additional support for workers compensation payments and administration.									
Restricted Funds				3,735,500	3,735,500		1,618,900	1,618,900	
<b>Project Total</b>				<b>3,735,500</b>	<b>3,735,500</b>		<b>1,618,900</b>	<b>1,618,900</b>	
<b>TOTAL ADDITIONAL</b>				<b>3,735,500</b>	<b>3,735,500</b>		<b>1,618,900</b>	<b>1,618,900</b>	

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**Workers' Compensation Funding Commission**

**BRANCH BUDGET**

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

**"Commission Funding:** Notwithstanding KRS 342.122(1)(c), no General Fund appropriation is provided to the Kentucky Workers' Compensation Funding Commission in fiscal year 2006-2007 and fiscal year 2007-2008."

**"Mine Safety Funding:** Notwithstanding KRS 342.122(1)(a), \$952,000 in each year of the biennium from the Coal Workers' Pneumoconiosis Fund shall support mine safety compliance, education, and training in the Office of Mine Safety and Licensing in the Department of Public Protection."

**HOUSE REPORT**

The House concurs with the Branch.

## HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

## F - Environmental and Public Protection Cabinet

## Operating Budget

## Environmental and Public Protection

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
<b>TRANSFERS TO THE GENERAL FUND</b>								
<b>Environmental and Public Protection</b>								
Kentucky Pride Trust Fund (KRS 224.43-505(1))			18,000,000	18,000,000				
Kentucky Pride Trust Fund Pursuant to KRS 224.43-505(2)(a)5., these funds transfers to the General Fund support the General Fund debt service on the bonds sold as appropriated by 2003 Ky. Acts ch. 156, Part II, Capital Projects Budget, A. Government Operations, 3. Kentucky Infrastructure Authority, c. Kentucky Pride Fund Projects.			2,006,300	2,006,300		2,006,300	2,006,300	
<b>TOTAL</b>			<b>20,006,300</b>	<b>20,006,300</b>		<b>2,006,300</b>	<b>2,006,300</b>	

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